

**State of Michigan
Department of Consumer and Industry Services
Office of Financial and Insurance Services**

**Enforcement Actions
July – September 2002**

Name and Location	Enforcement Case No.	Type of License or Registration	Action Taken	Date of Action	Reason for Action	Type of Closure	Date Closed	Fines and Other Penalties
Amer. Business & Per. Ins. Mutual, Inc. Chicago, IL	02-1012	Property & Casualty	Settlement Letter	7-29-02	438(3) Company failure to respond	Settlement Agreement	8-27-02	\$2,500 Market Conduct Fee
American Fuji Fire & Marine Ins. Co. Long Grove, IL	02-1014	Property & Casualty	Settlement Letter	7-29-02	438(3) Company failure to respond	Settlement Agreement	8-22-02	\$2,500 Market Conduct Fee
American Guarantee & Liability Ins. Co. New York, NY	02-1016	Property & Casualty	Settlement Letter	7-15-02	438(3) Company failure to respond	Settlement Agreement	9-25-02	\$2,500 Market Conduct Fee
American Zurich Ins. Company Schaumburg, IL	02-1035	Property & Casualty	Settlement Letter	7-29-02	438(3) Company failure to respond	Settlement Agreement	8-15-02	\$2,500 Market Conduct Fee
Athena Assurance Company St. Paul, MN	02-1039	Property & Casualty	Settlement Letter	7-29-02	438(3) Company failure to respond	Settlement Agreement	8-28-02	\$2,500 Market Conduct Fee
ATM USA Corporation d/b/a Convenient Banking Systems Houston, TX	01392	Securities	Cease & Desist & revocation of exemptions	9-12-02	Offered and sold unregistered, non-exempt securities; omission to state of material facts; untrue statements of material fact; unregistered broker-dealer; unregistered agent 301, 101(2), 201(a) & 201(b)	Final Order	9-12-02	Cease and Desist. From offering and selling unregistered non-exempt securities
Bowling Centers Ins. Corp., Inc. Lathrup Village, MI.	02-1041	Property & Casualty	Settlement Letter	7-29-02	438(3) Company failure to respond	Settlement Agreement	8-14-02	\$2,500 Market Conduct Fee

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Camico Mutual Ins. Co. Redwood City, CA	02-1042	Property & Casualty	Settlement Letter	7-29-02	438(3) Company failure to respond	Settlement Agreement	8-12-02	\$2,500 Market Conduct Fee
Claredon National Insurance CO. New York, NY	02-1045	Property & Casualty	Settlement Letter	7-15-02	438(3) Company failure to respond	Settlement Agreement	9-25-02	\$2,500 Market Conduct Fee
Cleaning Technologies Eaton Rapids, MI	01393	Securities	Cease & Desist & revocation of exemptions	8-22-02	Offering unregistered, nonexempt securities; making untrue statement of material fact; omision to State of material facts; unregistered agents; failure to file a written statement with the department 301, 101(2), 201(a), 201(b) & 407(a)(2)&(b)	Final Order	8-22-02	Cease and Desist & revocation of exemptions
Colonial American Casualty & Surety Co. Baltimore, MD	02-1047	Property & Casualty	Settlement Letter	7-29-02	438(3) Company failure to respond	Settlement Agreement	9-25-02	\$2,500 Market Conduct Fee
Conseco Life Insurance Co. Carmel, IN	02-1094	Life	Settlement Letter	7-30-02	438(3) Company failure to respond	Settlement Agreement	9-25-02	\$2,500 Market Conduct Fee
Economy Fire & Casualty Co. Freeport, IL	02-1048	Property & Casualty	Settlement Letter	07-15-02	438(3) Company failure to respond	Settlement Agreement	9-25-02	\$2,500 Market Conduct Fee
Extraco Mortgage Company Waco, TX	02-984	Mortgage	Proposed Stipulation to Consent Order	5-9-02	Conducted first lien mortgage business without the required license, in violation of MCL 445.1652	Consent Order	7-31-02	\$2,500 Civil Fine
Fidelity & Guaranty Ins. Co. W. Des Moines, IA	02-1052	Property & Casualty	Settlement Letter	7-29-02	438(3) Company failure to respond	Settlement Agreement	8-28-02	\$2,500 Market Conduct Fee

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Fidelity & Guaranty Ins. Underwriters, Inc. Baltimore, MD	02-1053	Property & Casualty	Settlement Letter	7-29-02	438(3) Company failure to respond	Settlement Agreement	8-28-02	\$2,500 Market Conduct Fee
Financial Security Assurance, Inc. New York, NY	02-1054	Property & Casualty	Settlement Letter	7-29-02	438(3) Company failure to respond	Settlement Agreement	8-15-02	\$2,500 Market Conduct Fee
Florists' Mutual Ins. Co. Edwardsville, IL	02-1056	Property & Casualty	Settlement Letter	7-29-02	438(3) Company failure to respond	Settlement Agreement	8-13-02	\$2,500 Market Conduct Fee
Fundamental Funding & Development Inc. Holly, MI	EX 2001-043	Mortgage	Notice of Opportunity to Show Compliance	04-27-01	Failure to file annual report, in violation of MCL 445.1671(3)	Consent Order	7-10-02	\$1,000 late penalty and \$500 civil fine
G-M Underwriters Agency, Inc. Rochester, MI	02-948	Life, Accident & Health, Multiple Lines, Property & Casualty	Notice of Opportunity to Show Compliance	4-19-02	249(1) Agency failure to respond	Final Order	9-20-02	Revocation
Haleysville Ins. Co. of Ohio Haleysville, PA	02-1057	Property & Casualty	Settlement Letter	7-31-02	438(3) Company failure to respond	Settlement Agreement	8-26-02	\$2,500 Market Conduct Fee
International Business & Mercantile Reassurance Co. Chicago, IL	02-1060	Property & Casualty	Settlement Letter	7-29-02	438(3) Company failure to respond	Settlement Agreement	8-13-02	\$2,500 Market Conduct Fee
Kemper Casualty Ins. Co. Long Grove, IL	02-1028	Property & Casualty	Settlement Letter	7-31-02	438(3) Company failure to respond	Settlement Agreement	8-26-02	\$2,500 Market Conduct Fee
L & M Trailer Court, Ltd. Sault Ste. Marie, MI	EX 2001-061	Mortgage	Notice of Opportunity to Show Compliance	04-27-01	Failure to file annual report, in violation of MCL 445.1671(3)	Consent Order	7-9-02	\$1,000 late penalty and \$500 civil fine
Maryland Casualty Co. Baltimore, MD	02-1031	Property & Casualty	Settlement Letter	7-31-02	438(3) Company failure to respond	Settlement Agreement	9-25-02	\$2,500 Market Conduct Fee

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Mills, Joel G. Grandville, MI	01-1084	Life, Accident & Health, Multiple Lines, Property & Casualty	Summary Suspension and Notice of Hearing	7-30-02	1239 (1)(h) Lack of fitness or trustworthiness; 1207 Fiduciary violation	Consent Order	8-21-02	Revocation
Northbrook Property & Casualty Ins. Co. S. Barrington, IL	02-1021	Property & Casualty	Settlement Letter	7-31-02	438(3) Company failure to respond	Settlement Agreement	8-28-02	\$2,500 Market Conduct Fee
Northern Ins. Co. of New York Schaumburg, IL	02-1022	Property & Casualty	Settlement Letter	7-31-02	438(3) Company failure to respond	Settlement Agreement	8-15-02	\$2,500 Market Conduct Fee
Occidental Fire & Casualty Co. of NC Raleigh, NC	02-1023	Property & Casualty	Settlement Letter	7-31-02	438(3) Company failure to respond	Settlement Agreement	8-8-02	\$2,500 Market Conduct Fee
Odette, Michael James Birmingham, MI	01379	Securities	Cease & Desist	08-12-02	Offered and sold unregistered non-exempt securities; omission of material facts and failure to provide a statement in writing to the administrator 301, 101(2), 407(a)(2)	Final Order	9-12-02	Respondent ordered to Cease & Desist and exemptions revoked (See reasons for actions)
Old Republic Ins. Co. Greensboro, GA	02-1024	Property & Casualty	Settlement Letter	7-31-02	438(3) Company failure to respond	Settlement Agreement	8-15-02	\$2,500 Market Conduct Fee
PXRE Reinsurance Co. Hartford, CT	02-1046	Property & Casualty	Settlement Letter	7-15-02	438(3) Company failure to respond	Settlement Agreement	9-25-02	\$2,500 Market Conduct Fee

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Renaissance Mortgage, Inc. dba Renaissance Mortgage Southfield, MI	02-935	Mortgage	NOSC	03-29-02	Failure to file financial statement; transferred license without approval; failed to maintain records; failed to make certain disclosures; overcharged consumers; conducted second mortgage business without the requisite license, in violation of MCL 445.1657(2), 445.1659, 445.1671, 445.1672(a), 445.1673(1), 493.52(1), 493.63(2), and 493.67(1)	Consent Order	09-26-02	\$15,500 civil fine, review loan files for previous 24 months and refund overcharges, implement quality control procedures
Robert Loftus & Loftus & Associates Flushing, MI	01-922	Life, Accident & Health, Multiple Lines, Property & Casualty, Credit Product	Notice of Opportunity to Show Compliance	6-26-02	1239 (1)(h) Lack of fitness or trustworthiness, 1201(1)(a) Unlicensed activity	Consent Order	8-26-02	\$1,000 Civil Fine
Seaboard Surety Company New York, NY	02-1065	Property & Casualty	Settlement Letter	7-31-02	438(3) Company failure to respond	Settlement Agreement	8-28-02	\$2,500 Market Conduct Fee
Specialty National Ins. Co. Long Grove, IL	02-1066	Property & Casualty	Settlement Letter	7-31-02	438(3) Company failure to respond	Settlement Agreement	8-26-02	\$2,500 Market Conduct Fee
St. Paul Fire & Marine Ins. Co. St. Paul, MN	02-1067	Property & Casualty	Settlement Letter	7-31-02	438(3) Company failure to respond	Settlement Agreement	8-28-02	\$2,500 Market Conduct Fee
St. Paul Guardian Ins. Co. St. Paul, MN	02-1068	Property & Casualty	Settlement Letter	7-31-02	438(3) Company failure to respond	Settlement Agreement	8-28-02	\$2,500 Market Conduct Fee

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St. Paul Medical Liability Ins. Co. St. Paul, MN	02-1069	Property & Casualty	Settlement Letter	07-31-02	438(3) Company failure to respond	Settlement Agreement	8-28-02	\$2,500 Market Conduct Fee
St. Paul Mercury Ins. Co. St. Paul, MN	02-1070	Property & Casualty	Settlement Letter	7-31-02	438(3) Company failure to respond	Settlement Agreement	8-28-02	\$2,500 Market Conduct Fee
St. Paul Property & Casualty Ins. Co. St. Paul, MN	02-1071	Property & Casualty	Settlement Letter	7-31-02	438(3) Company failure to respond	Settlement Agreement	8-28-02	\$2,500 Market Conduct Fee
Standard Guaranty Ins. Co. Wilmington, DE	02-1072	Property & Casualty	Settlement Letter	7-31-02	438(3) Company failure to respond	Settlement Agreement	9-25-02	\$2,500 Market Conduct Fee
Stout, William Gregory Grand Rapids, MI	EX 2002-042	Mortgage	Notice of Opportunity to Show Compliance	04-30-02	Failure to file annual report, in violation of MCL 445.1671(3)	Consent Order	9-6-02	License was surrendered and respondent agrees to pay \$1,000 late penalty and \$500 civil fine as a precondition to receiving a license in the future.
Tower Administrative Services, Inc. Lancaster, PA	02-990	Mortgage	Proposed Stipulation to Consent Order	6-6-02	Conducted mortgage servicing without the required license, in violation of MCL 445.1651	Consent Order	7-31-02	\$7,500 Civil Fine
Tri-West Investment Club Belize City, Belize	01384	Securities	Cease & Desist	9-12-02	Offered and sold unregistered securities; omitted to state material facts. 301 & 101	Final Order	9-12-02	Cease & Desist from selling or offering securities in the State of Michigan
United States Fidelity & Guaranty Co. Baltimore, MD	02-1074	Property & Casualty	Settlement Letter	7-31-02	438(3) Company failure to respond	Settlement Agreement	8-28-02	\$2,500 Market Conduct Fee

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USF & G Business Ins. Co. Baltimore, MD	02-1076	Property & Casualty	Settlement Letter	7-31-02	438(3) Company failure to respond	Settlement Agreement	8-28-02	\$2,500 Market Conduct Fee
USF & G Family Ins. Co. Baltimore, MD	02-1077	Property & Casualty	Settlement Letter	7-31-02	438(3) Company failure to respond	Settlement Agreement	8-28-02	\$2,500 Market Conduct Fee
USF& G Ins. Co. of Mississippi Jackson, MS	02-1078	Property & Casualty	Settlement Letter	7-31-02	438(3) Company failure to respond	Settlement Agreement	8-28-02	\$2,500 Market Conduct Fee
Valiant Insurance Co. Schaumburg, IL	02-1079	Property & Casualty	Settlement Letter	7-31-02	438(3) Company failure to respond	Settlement Agreement	9-25-02	\$2,500 Market Conduct Fee
Wilcox, Peter H. Scottsdale, AZ	0-1-925	Multiple Lines, Property & Casualty	Notice of Opportunity to Show Compliance	1-23-02	1239 (1)(h) Lack of fitness or trustworthiness	Final Order	7-25-02	Revocation
Williamson, Scott and Peresco Corporation Battle Creek, MI	01-758	Life, Accident & Health, Multiple Lines, Property & Casualty	Notice of Opportunity to Show Compliance	10-29-01	1239 (1)(h) Lack of fitness or trustworthiness	Final Order	8-19-02	Revocation
Zurich American Ins. Co. of Illinois Schaumburg, IL	02-1083	Property & Casualty	Settlement Letter	7-31-02	438(3) Company failure to respond	Settlement Agreement	8-15-02	\$2,500 Market Conduct Fee
Zurich American Ins. Company Schaumburg, IL	02-1082	Property & Casualty	Settlement Letter	7-31-02	438(3) Company failure to respond	Settlement Agreement	8-15-02	\$2,500 Market Conduct Fee